## **Amendments to the Claims:**

1. (Canceled).

global statistics;

- 2. (Currently amended) The method of claim 3, wherein the step of computing the global statistics further-comprises the step[[s]] of estimating the <u>a</u> global noise standard deviation  $\sigma$  to generate the global statistics.
- 3. (Currently amended) A method for reducing noise in a digital image formed from a plurality of pixels including a given pixel, the method comprising the steps of:

  computing global statistics from the image;

  computing local statistics for the given pixel;

  configuring a local filter using the local and

filtering the given pixel using the local filter to reduce image noise; wherein the step of computing the local statistics for the given pixel further includes the steps of:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of the given pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions through the given pixel in the window; and

detecting a local edge direction by selecting one of the directions with the smallest 1-D local variance.

4. (Currently amended) The method of claim 3, wherein the step of computing the local statistics for the given pixel[[,]] further includes the steps of:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing the 2-D local variance  $\sigma_0^2$  of the given pixel based on information related to the pixels in the window;

computing the 1-D local variances  $\sigma_1^2$ ,  $\sigma_2^2$ ,  $\sigma_3^2$ , and  $\sigma_4^2$  along the horizontal (L<sub>1</sub>), vertical (L<sub>2</sub>), diagonal from upper left to lower right (L<sub>3</sub>), and diagonal from upper right to lower left (L<sub>4</sub>) directions through the given pixel, respectively, in the window; and

detecting the local edge direction by selecting the direction with the smallest 1-D local variance.

5. (Currently amended) The method of claim 3 A method for reducing noise in a digital image formed from a plurality of pixels including a given pixel, the method comprising the steps of:

computing global statistics from the image;

computing local statistics for the given pixel;

configuring a local filter using the local and global statistics;

filtering the given pixel using the local filter to reduce image noise;

wherein the step of computing the local statistics for the given pixel further includes the steps of:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of the given pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions
through the given pixel in the window; and

detecting a local edge direction by selecting one of the directions with the smallest 1-D local variance,

wherein the step of configuring the local filter using the local and global statistics further includes the steps of:

selecting the detected local edge direction L as the direction of the local filter;

for the detected local edge direction L, computing the <u>a</u>1-D filter strength as a function of the <u>a</u> square root of the <u>a</u> local variance and the <u>a</u> global noise standard deviation;

computing the <u>a\_2</u>-D filter strength as a function of the local variance and the global noise standard deviation; and

configuring the local filter for the detected local edge direction L based on the 1-D and 2-D filter strengths.

6. (Currently amended) The method of claim 5, wherein the step of configuring the local filter using the local and global statistics further includes the steps of:

selecting the detected local edge direction  $L_k$  (k = 1, 2, 3, or 4) as the direction of the local filter;

for the detected local edge direction L<sub>k</sub> computing the 1-D filter strength  $\alpha_k = \min(2\sigma, \max(3\sigma - \sigma_k, 0))/(2\sigma) \text{ wherein } \underline{\sigma} \text{ is the global noise standard deviation,}$  and  $\underline{\sigma}_k$  is the square root of the local variance (k = 1, 2, 3, or 4);

computing the 2-D filter strength  $\alpha_0 = \min(2\sigma, \max(3\sigma - \sigma_0, 0))/(2\sigma)$ wherein  $\sigma_0$  is a square root of a 2-D local variance; and

configuring the local filter  $f_k$  for the detected local edge direction  $L_k$  according to the following conditions, wherein  $\alpha_k$  is the filter strength along the local edge direction  $L_k$  [k = 0 (non-edge), 1 (horizontal), 2 (vertical), 3 (upper left to lower right, 4 (upper right to lower left)]:

(i) if the detected direction is  $L_1$ , then  $f_1$  is configured as a 2-D local filter for horizontal direction, wherein:

$$f_{1} = \frac{1}{9} \begin{bmatrix} \alpha_{0} & \alpha_{0} & \alpha_{0} \\ \alpha_{0} + 3\alpha_{1}(1 - \alpha_{0}) & \alpha_{0} + 3(3 - 2\alpha_{1})(1 - \alpha_{0}) & \alpha_{0} + 3\alpha_{1}(1 - \alpha_{0}) \\ \alpha_{0} & \alpha_{0} & \alpha_{0} \end{bmatrix};$$

(ii) if the detected direction is  $L_2$ , then  $f_2$  is configured as a 2-D local filter for vertical direction, wherein:

$$f_{2} = \frac{1}{9} \begin{bmatrix} \alpha_{0} & \alpha_{0} + 3\alpha_{2}(1 - \alpha_{0}) & \alpha_{0} \\ \alpha_{0} & \alpha_{0} + 3(3 - 2\alpha_{2})(1 - \alpha_{0}) & \alpha_{0} \\ \alpha_{0} & \alpha_{0} + 3\alpha_{2}(1 - \alpha_{0}) & \alpha_{0} \end{bmatrix};$$

(iii) if the detected direction is  $L_3$ , then  $f_3$  is configured as a 2-D local filter for the diagonal direction from upper left to lower right, wherein:

$$f_3 = \frac{1}{9} \begin{bmatrix} \alpha_0 + 3\alpha_3(1 - \alpha_0) & \alpha_0 & \alpha_0 \\ \alpha_0 & \alpha_0 + 3(3 - 2\alpha_3)(1 - \alpha_0) & \alpha_0 \\ \alpha_0 & \alpha_0 & \alpha_0 + 3\alpha_3(1 - \alpha_0) \end{bmatrix}; \text{ and}$$

(iv) if the detected direction is  $L_4$ , then  $f_4$  is configured as a 2-D local filter for the diagonal direction from upper right to lower left, wherein:

$$f_4 = \frac{1}{9} \begin{bmatrix} \alpha_0 & \alpha_0 & \alpha_0 + 3\alpha_4(1 - \alpha_0) \\ \alpha_0 & \alpha_0 + 3(3 - 2\alpha_4)(1 - \alpha_0) & \alpha_0 \\ \alpha_0 + 3\alpha_4(1 - \alpha_0) & \alpha_0 & \alpha_0 \end{bmatrix}.$$

7. (Currently amended) The method of claim 2 A method for reducing noise in a digital image formed from a plurality of pixels including a given pixel, the method comprising the steps of:

computing global statistics from the image;

computing local statistics for the given pixel;

configuring a local filter using the local and

## global statistics;

filtering the given pixel using the local filter to reduce image noise;

wherein the step of computing the local statistics for the given pixel further includes the steps of:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of the given pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions
through the given pixel in the window; and

detecting a local edge direction by selecting one of the directions with the smallest 1-D local variance,

wherein the step of computing the global statistics comprises the step of estimating a global noise standard deviation  $\sigma$  to generate the global statistics,

wherein the step[[s]] of estimating the global noise standard deviation  $\sigma$  further includes the steps of:

dividing the input image into overlapping or non-overlapping blocks; computing a mean and a standard deviation for each block;

finding the smallest standard deviation  $d_0$  and its corresponding mean

 $m_0$ ;

detecting block saturation due to noise;

compensating for the smallest standard deviation  $d_0$  to generate a compensated smallest standard deviation  $\widetilde{d}_0$ ;

selecting the block standard deviations  $d_n$  that are within a range of the compensated smallest standard deviation  $\widetilde{d}_0$ ; and

averaging the selected block standard deviations  $d_n$  to generate an estimate of the global noise standard deviation  $\sigma$ .

- 8. (Previously presented) The method of claim 7, wherein the block size is  $7 \times 7$  or  $5 \times 9$  pixels.
- 9. (Currently amended) The method of claim 7, wherein the steps of detecting block saturation due to noise and compensating for the smallest standard deviation further include the steps of:

defining an upper pixel value limit UL, a lower pixel value limit LL, and  $\underline{a}$  mid value M between UL and LL,

wherein if the mean  $m_0$  is less than the mid value M, and the smallest standard deviation is greater than a difference between the mean  $m_0$  and the lower limit LL, then saturation has occurred at the lower limit LL, and the smallest standard deviation  $d_0$  is compensated by adding thereto a compensation term that is a function of the smallest standard deviation  $d_0$  and said difference between the mean  $m_0$  and the lower limit LL, to generate the compensated smallest standard deviation  $\widetilde{d}_0$ ;

else if the mid value M is less than the mean  $m_0$ , and the smallest standard deviation  $d_0$  is greater than the difference between the upper limit UL and the mean  $m_0$ , then saturation has occurred at the upper limit UL, and the smallest standard deviation  $d_0$  is compensated by adding thereto a compensation term that is a function of the smallest standard deviation  $d_0$  and the said-difference between the upper limit UL and the mean  $m_0$ , to generate the compensated smallest standard deviation  $\widetilde{d}_0$ ;

10. (Currently amended) The method of claim 7, wherein the steps of detecting block saturation due to noise and compensating for the smallest standard deviation further include the steps of determining the following:

where UL is an upper pixel value limit, LL is a lower pixel value limit, M is a mid pixel value, and UL < M < LL, if the mean  $m_0 < M$  and the smallest standard deviation  $d_0 > m_0 - LL$ , then saturation has occurred at the lower limit LL, wherein  $d_0$  is compensated as  $\widetilde{d}_0 = d_0 + K \cdot (d_0 - (m_0 - LL))$ , such that K is a compensation factor; else if the mean  $m_0 \ge M$  and the smallest standard deviation  $d_0 > UL - m_0$ , then saturation has occurred at the upper limit UL, wherein  $d_0$  is compensated as  $\widetilde{d}_0 = d_0 + K \cdot (d_0 - (UL - m_0))$ ;

- 11. (Previously presented) The method of claim 10, wherein LL = 0, UL = 255, and M = 128.
- 12. (Currently amended) The method of claim 7, wherein the step of selecting the block standard deviations further includes the steps of selecting the block standard deviation  $d_n$  for averaging if  $|d_n \tilde{d}_0| < \max(\tilde{d}_0, 1)$ .
  - 13. (Canceled).

- 14. (Previously presented) The system of claim 15, wherein the global statistics module estimates a global noise standard deviation  $\sigma$  to generate the global statistics.
- 15. (Currently amended) A noise reduction system for reducing noise in a digital image comprising pixels, the system comprising:
  - a global statistics module that computes global statistics from the image;
- a local statistics module that computes local statistics for each of a plurality of image pixels including a given pixel;
- a filter configuration module that uses the local and global statistics for the given pixel to configure a local filter for filtering the given pixel;

the local filter as configured by the filter configuration module, being adapted for filtering the given pixel to reduce image noise, wherein the local statistics module computes the local statistics for the given pixel by:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of said pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions each defined by a pair of the pixels in the window; and

detecting a local edge direction for the given pixel by selecting <u>one of</u> the directions with the smallest 1-D local variance.

16. (Currently amended) The system of claim 15, wherein the local statistics module computes the local statistics for each pixel by:

selecting a window containing said pixel and a plurality of neighboring pixels;

computing the 2-D local variance  $\sigma_0^2$  of the given pixel based on information related to the pixels in the window;

computing the 1-D local variances  $\sigma_1^2$ ,  $\sigma_2^2$ ,  $\sigma_3^2$ , and  $\sigma_4^2$  along the horizontal (L<sub>1</sub>), vertical (L<sub>2</sub>), diagonal from upper left to lower right (L<sub>3</sub>), and diagonal from upper right to lower left (L<sub>4</sub>) directions through the given pixel, respectively, in the window; and

detecting the local edge direction by selecting the direction with the smallest 1-D local variance.

17. (Currently amended) The system of claim 15 A noise reduction system for reducing noise in a digital image comprising pixels, the system comprising:

a global statistics module that computes global statistics from the image;

a local statistics module that computes local statistics for each of a

plurality of image pixels including a given pixel;

a filter configuration module that uses the local and global statistics for the given pixel to configure a local filter for filtering the given pixel;

the local filter as configured by the filter configuration module, being adapted for filtering the given pixel to reduce image noise, wherein the local statistics module computes the local statistics for the given pixel by:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of said pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions

each defined by a pair of the pixels in the window; and

detecting a local edge direction for the given pixel by selecting one of the directions with the smallest 1-D local variance,

wherein the global statistics module estimates a global noise standard deviation  $\sigma$  to generate the global statistics,

wherein the filter configuration module configures the local filter for each pixel using the local and global statistics by:

selecting a detected local edge direction L as the direction of the local filter;

for the detected local edge direction L computing a 1-D filter strength as a function of the square root of the local variance and the global noise standard deviation;

computing a 2-D filter strength as a function of a local variance and a global noise standard deviation; and

configuring the local filter for the detected local edge direction L based on the 1-D and 2-D filter strengths.

18. (Currently amended) The system of claim 17, wherein the filter configuration module configures the local filter for each pixel using the local and global statistics;

wherein  $\alpha_k$  is the filter strength and  $\sigma_k$  is the global noise standard deviation for edge directions  $L_k$  [ k = 0 (non-edge), 1 (horizontal), 2 (vertical), 3 (upper left to lower-right), 4 (upper right to lower left)] by:

selecting the detected local edge direction  $L_k$  (k = 1, 2, 3, or 4) as the direction of the local filter;

for the detected local edge direction Lk,

computing the 1-D filter strength  $\alpha_k = \min(2\sigma, \max(3\sigma - \sigma_k, 0))/(2\sigma)$ 

wherein  $\sigma$  is the global noise standard deviation, and  $\sigma_k$  is the square root of the local variance (k = 1, 2, 3, or 4), and the 2-D filter strength

$$\alpha_0 = \min(2\sigma, \max(3\sigma - \sigma_0, 0))/(2\sigma)$$
 wherein  $\sigma_0$  is a square root of a 2-D

local variance; and

configuring the local filter  $f_k$  for the detected local edge direction  $L_k$  according to the following conditions:

(i) if the detected direction is  $L_1$ , then  $f_1$  is configured as a 2-D local filter for horizontal direction, wherein:

$$f_{1} = \frac{1}{9} \begin{bmatrix} \alpha_{0} & \alpha_{0} & \alpha_{0} \\ \alpha_{0} + 3\alpha_{1}(1 - \alpha_{0}) & \alpha_{0} + 3(3 - 2\alpha_{1})(1 - \alpha_{0}) & \alpha_{0} + 3\alpha_{1}(1 - \alpha_{0}) \\ \alpha_{0} & \alpha_{0} & \alpha_{0} \end{bmatrix};$$

(ii) if the detected direction is  $L_2$ , then  $f_2$  is configured as a 2-D local filter for vertical direction, wherein:

$$f_{2} = \frac{1}{9} \begin{bmatrix} \alpha_{0} & \alpha_{0} + 3\alpha_{2}(1 - \alpha_{0}) & \alpha_{0} \\ \alpha_{0} & \alpha_{0} + 3(3 - 2\alpha_{2})(1 - \alpha_{0}) & \alpha_{0} \\ \alpha_{0} & \alpha_{0} + 3\alpha_{2}(1 - \alpha_{0}) & \alpha_{0} \end{bmatrix};$$

(iii) if the detected direction is  $L_3$ , then  $f_3$  is configured as a 2-D local filter for the diagonal direction from upper left to lower right, wherein:

$$f_3 = \frac{1}{9} \begin{bmatrix} \alpha_0 + 3\alpha_3(1 - \alpha_0) & \alpha_0 & \alpha_0 \\ \alpha_0 & \alpha_0 + 3(3 - 2\alpha_3)(1 - \alpha_0) & \alpha_0 \\ \alpha_0 & \alpha_0 & \alpha_0 + 3\alpha_3(1 - \alpha_0) \end{bmatrix}; \text{ and}$$

(iv) if the detected direction is L<sub>4</sub>, then  $f_4$  is configured as a 2-D local filter for the diagonal direction from upper right to lower left, wherein:

$$f_4 = \frac{1}{9} \begin{bmatrix} \alpha_0 & \alpha_0 & \alpha_0 + 3\alpha_4(1 - \alpha_0) \\ \alpha_0 & \alpha_0 + 3(3 - 2\alpha_4)(1 - \alpha_0) & \alpha_0 \\ \alpha_0 + 3\alpha_4(1 - \alpha_0) & \alpha_0 & \alpha_0 \end{bmatrix}.$$

19. (Currently amended) The system of claim 14 A noise reduction system for reducing noise in a digital image comprising pixels, the system comprising:

a global statistics module that computes global statistics from the image;

a local statistics module that computes local statistics for each of a

plurality of image pixels including a given pixel;

a filter configuration module that uses the local and global statistics for the given pixel to configure a local filter for filtering the given pixel;

the local filter as configured by the filter configuration module, being adapted for filtering the given pixel to reduce image noise, wherein the local statistics module computes the local statistics for the given pixel by:

selecting a window containing the given pixel and a plurality of neighboring pixels;

computing a 2-D local variance of said pixel based on information related to the pixels in the window;

computing a plurality of 1-D local variances along multiple directions

each defined by a pair of the pixels in the window; and

detecting a local edge direction for the given pixel by selecting one of the directions with the smallest 1-D local variance,

wherein the global statistics module estimates a global noise standard deviation  $\sigma$  to generate the global statistics,

wherein the input image comprises a plurality of blocks, and wherein the global statistics module further comprises:

a mean and standard deviation module that computes the mean and the standard deviation for each block;

a minimum finder module that finds the smallest standard deviation  $d_0$  and its corresponding mean  $m_0$ ;

a saturation detector that detects block saturation due to noise;

a saturation compensator that compensates for the smallest standard

deviation  $d_0$  to generate a compensated smallest standard deviation  $\widetilde{d}_0$ ; and

a selective averaging module that selects the block standard deviations  $d_n$  that are within a range of the compensated smallest standard deviation  $\widetilde{d}_0$ , and averages the selected block standard deviations  $d_n$  to generate an estimate of the global noise standard deviation  $\sigma$ .

20. (Previously presented) The system of claim 19, wherein the block size is  $7 \times 7$  or  $5 \times 9$  pixels.

## 21. (Currently amended) The system of claim 19, wherein:

an upper pixel value limit is denoted UL, a lower pixel value limit is denoted LL, and a mid value M is between UL and LL,

wherein the saturation detector determines if the mean  $m_0$  is less than the mid range value M, and the smallest standard deviation is greater than a difference between the mean  $m_0$  and the lower limit LL, indicating that saturation has occurred at the lower limit LL, and if so, the saturation compensator compensates for the smallest standard deviation  $d_0$  by adding thereto a compensation term that is a function of the smallest standard deviation  $d_0$  and said difference between the mean  $m_0$  and the lower limit LL, to generate the compensated smallest standard deviation  $\widetilde{d}_0$ ;

else if the saturation detector determines that the mid value M is less than the mean  $m_0$ , and the smallest standard deviation  $d_0$  is greater than a difference between the upper limit UL and the mean  $m_0$ , indicating saturation has occurred at the upper limit UL, the saturation compensator compensates for the smallest standard deviation  $d_0$  by adding thereto a compensation term that is a function of the smallest standard deviation  $d_0$  and said difference between the upper limit UL and the mean  $m_0$ , to generate the compensated smallest standard deviation  $\widetilde{d}_0$ ;

22. (Currently amended) The system of claim 21, wherein:

if the mean  $m_0 < M$  and the smallest standard deviation  $d_0 > m_0 - LL$ , indicating saturation has occurred at the lower limit LL, then  $d_0$  is compensated <u>for</u> as  $\widetilde{d}_0 = d_0 + K \cdot (d_0 - (m_0 - LL))$ , such that K is a compensation factor;

else if the mean  $m_0 \ge M$  and the smallest standard deviation  $d_0 > UL - m_0$ , indicating saturation has occurred at the upper limit UL, then  $d_0$  is compensated <u>for</u> as  $\widetilde{d}_0 = d_0 + K \cdot (d_0 - (UL - m_0))$ ;

- 23. (Previously presented) The system of claim 22, wherein LL = 0, UL = 255, and M = 128.
- 24. (Currently amended) The system of claim 19, wherein the block standard deviations  $d_n$  are selected for averaging if  $|d_n \widetilde{d}_0| < \max(\widetilde{d}_0, 1)$ .